

LHV Persian Gulf Fund

31-Mar-11

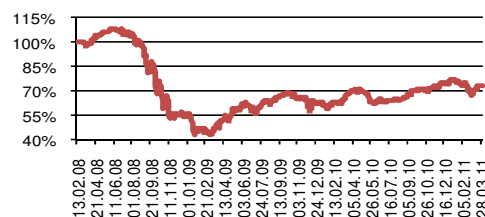
Monthly Return **6,19%**
 NAV of A unit **EUR 7,3446**
 NAV of B unit **EUR 4,6941**
 Fund Size **EUR 4 868 782**

Investment Objective

LHV Persian Gulf Fund invests in listed equities in the GCC (Gulf Cooperation Council) region: mostly Qatar, Kuwait, United Arab Emirates, Bahrain and Oman.

As growth and opportunity is seen outside the energy sector, the majority of the Fund's assets are invested in banking, insurance, infrastructure, communication, construction, power and water sectors.

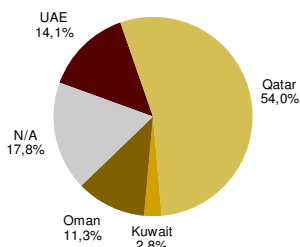
Performance History



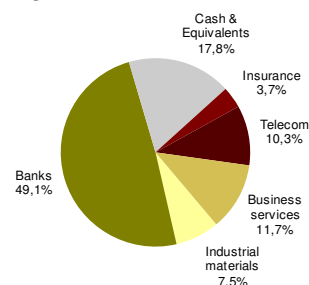
Historical Returns*

	1 month	1 year	2 years	3 years	YTD	Since Inception	Since Incep. p.a.
Fund	6,19%	5,75%	52,66%	-25,23%	-1,93%	-26,55%	-9,56%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Qatar National Bank	9,30%
Commercial Bank of Qatar	8,70%
Qatar Islamic Bank	7,76%
Qatar Fuel Company	6,63%
First Gulf Bank	5,78%
Bank Muscat SAOG	4,35%
Doha Bank	3,87%
Industries Qatar QSC	3,85%
Oman Telecom	3,82%
Qatar Telecom	3,69%
Value of TOP 10 Investments	58%
Total Number of Investments	18

Fund Manager's Comment

The month of March was very eventful both globally and within GCC region. In March we saw the continuation of unrest in the North-Africa and Middle-East region, the escalation of Libyan conflicts into a civil war and an international joint effort in creating a 'no-fly zone' over Libya, the biggest earthquake on record in Japan, the following tsunami and radiation leaks from the Fukushima nuclear reactor that sent world stocks tumbling down. Stock markets in the GCC-region, where LHV Persian Gulf Fund invests, however, had already corrected in February and were bouncing back nicely in March when world stock markets acted poorly. In March LHV Persian Gulf Fund rose 6.1% in euro-terms. As we said in last month's overview, in March we started buying back shares at lower prices in companies that we sold in January in anticipation of a correction. Although unrest in various North-Africa and Middle-East countries is likely going to continue and there is no end-solution in sight for the Libyan civil war, more and more investors have started to realize that because of these conflicts rapidly rising oil prices are going to inflate the state budgets of energy rich GCC-countries to an even greater degree and this means that governments can continue increasing their expenditures. At the end of March a barrel of oil cost \$117 in Europe – this is the highest price since August 2008.

Joel Kukemelk & Mikael Kvibäck

Fund Details

Type: UCITS
 ISIN of A-unit: EE3600095287 (EUR)
 Registrar of A-units: AS LHV Pank
 ISIN of B-unit: EE3600095295 (EUR)
 Registrar of B-units: EVK
 Depositary: AS Swedbank
 Fund Managers: Mikael Kvibäck, Joel Kukemelk

Issue Fee: 2.0%
 Management Fee: 1.75%
 Redemption Fee: 1.0%
 Success fee: 15% over 10% hurdle
 Established: 1/10/2008
 Launched: 2/13/2008

Contacts

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<http://lhvpgf.blogspot.com>

*The fund's historical performance does not promise or offer any indications regarding future performance. Please refer to the prospectus and the simplified prospectus and ask for additional information persianguulfund.com.